

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 12, 1996

SUBJECT: **HB 3257**

This bill, if enacted, will direct the Tennessee Advisory Commission on Intergovernmental Relations (TACIR) to annually conduct and maintain an inventory of needed infrastructure within the state. Each of the nine development districts will contract with TACIR to compile this information on a county by county basis. Each development district will receive five cents per capita, or \$50,000 whichever is greater, as compensation. The Commission (TACIR) will retain one and one-half cents per capita for administration expenses.

Any funds up to 10% of remaining impact fee funds from the Tennessee State Revenue Sharing Act are to be used to pay the development districts and the TACIR for implementation of this bill.

The fiscal impact from enactment of this bill is estimated to be as follows:

1. A redistribution in funds presently allocated to TVA Impact Areas in an amount of \$304,572 which represents the amount that will be generated by 10% of the Impact Fee Funds from the Tennessee State Revenue Sharing Act.
2. An increase in first year state expenditures of approximately \$234,517 which represents the amount of funds needed in addition to the redistributed funds of \$304,572 to fully implement the provisions of this bill.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director